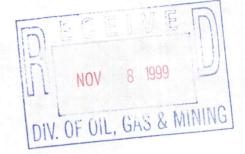
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NEPHI SANDSTONE CORPORATION

1250 NORTH 200 WEST P.O. BOX 137 NEPHI, UTAH 84648 PHONE: 435-623-2332

FAX: 435-623-2343



3 November 1999

Mr. Tom Munson State of Utah Division of Oil Gas & Mining P.O. Box 145801 Salt Lake City, UT 84114-5801

Dear Mr. Munson:

This letter is to clarify my letter of 18 October 1999 regarding the small mine Operation exceeding five acres of disturbance, Nephi Sandstone Corporation, Cedar Springs S/023/059, Juab County, Utah.

We will immediately secure the interim reclamation surety in the amount of \$21,000.00. This will be forwarded to your office as soon as it is obtained.

We will begin to prepare the Notice of Intention to Commence Large Mining Operations on the Cedar Springs gypsum deposit.

If you have further question please contact me.

Sincerely,

NEPHI SANDSTONE CORPORATION

Bruce Evans

cmb